NANISIVIK MINE

A division of CanZinco Ltd. P.O. Box 225 Nanisivik, NU X0A 0X0

June 16, 2006

Mr. Phillipe diPizzo Executive Director Nunavut Water Board P.O. Box 119 Gjoa Haven, NU X0E 1J0

Dear Mr. diPizzo:

RE: WATER LICENSE NO: NWB1NAN0802 REQUEST FOR AMMENDMENT

The metal mining effluent regulations allow for reduction in testing frequency for certain parameters, providing that the monthly mean concentration for that substance is less than 10% of the maximum authorized monthly mean concentration. We have met that criteria for several parameters, but are restricted from the reduction because there is no clause in our license that speaks to this. One of the intents of our license issued in 2002 was to harmonize our parameters to coincide with the new MMER. Although the NWB maximums are less than those in the federal MMER, our effluent still meets the criteria of averaging less than 10% of the license maximums for Cadmium, Nickel, Copper, Lead and Arsenic. We would like to formally request that the SNP portion of our license be amended to allow us the same latitude that the MMER provides with regard to testing frequency. The relevant section of the MMER follows:

Phone: (867) 436-7544

email: mmarkle@nu.breakwater.ca

Fax: (867) 436-7376

13. (1) Despite section 12 and subject to subsection (3), the owner or operator of a mine may reduce the frequency of testing for a deleterious substance that is set out in any of items 1 to 6 of Schedule 4 to not less than once in each calendar quarter if that substance's monthly mean concentration in the effluent is less than 10% of the value set out in column 2 of that Schedule for the 12 months immediately preceding the most recent test.

I look forward to your response regarding this matter. Please contact me if you have any questions or require additional information,

Sincerely,

Murray Markle Site Manager - Nanisivik Mine

c.c. R. Carreau